

Schedule 1

Lincoln Parish Waterworks District No. 1
Lincoln Parish Police Jury
Bossier, Louisiana

Schedule of Compensation Paid Board Members
For the Year Ended December 31, 1996

None was paid to Board Members

General Purpose Financial Statements
As of and for the Year Ended December 31, 1996
With Supplemental Information Schedules

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Under provisions of state law, this report is a public document. A copy of the report has been submitted to the auditor, or reviewer, entity and/or to appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

LINCOLN PARISH WATERWORKS DISTRICT NO. 1
241 BARHAM ROAD
BOZACH, LOUISIANA

ANNUAL SWORN FINANCIAL STATEMENTS AND
CERTIFICATION OF REVENUES \$50,000 OR LESS

The annual sworn financial statements are required by Louisiana Revised Statute 24:524 to be filed with the Legislative Auditor with 90 days after the close of the fiscal year. The certification of revenues \$50,000 or less, if applicable, is required by Louisiana Revised Statute 24:523(1)(I)(a)(3).

AFFIDAVIT

Personally came and appeared before the undersigned authority, Travis Gray, who, duly sworn, deposes and says that the financial statements herewith given present fairly the financial position of the Lincoln Parish Waterworks District No. 1 as of December 31, 1996, and the results of operations for the year then ended, in accordance with the basis of accounting described within the accompanying financial statements.

In addition, Travis Gray, who, duly sworn, deposes and says that the Lincoln Parish Waterworks District No. 1 received \$50,000 of less in revenues and other sources for the fiscal year ending December 31, 1996, and, accordingly, is not required to have an audit for the previously mention fiscal year-end.

Travis Gray
Signature

Sworn to and subscribed before me this 22nd day of January 1997.

Barclay Boyles
NOTARY PUBLIC

Office:	President
Address:	2804 Bay 162
	Bozach, La. 71228
Phone No.:	(504) 777-3378

operated on a fund basis whereby a self-balancing set of accounts is maintained that comprises its assets, liabilities, fund equity, revenues, and expenses. The operations are financed and operated in a manner similar to a private business enterprise, where the intent of the Commissioners is that the cost of providing services on a continuing basis be financed or recovered primarily through user charges.

B. BASIS OF ACCOUNTING

All proprietary funds are accounted for using the accrual basis of accounting. The revenues are recognized when they are earned, and their expenses are recognized when they are incurred. Interest earned on Certificates of Deposits are reported as earned and is used in operating the system or in construction of new line if it is needed.

C. CASH AND INVESTMENTS

The Water System has all their cash accounts and investments in Central Bank and Community Trust Bank which are FDIC insured. The total of all accounts in either bank is less than \$100,000, the insured limit of each bank.

D. ASSETS, LIABILITIES AND FUND EQUITY

All receivables are reported at their gross value. The District uses the direct charge off method for uncollectible accounts rather than an allowance for such losses.

Property, Plant, and Equipment acquired from proprietary funds are capitalized and are stated at cost. Depreciation of exhaustive fixed assets used by proprietary funds is charged on an expense against operations, and accumulated depreciation is reported on the proprietary fund balance sheet. Depreciation has been provided over the estimated useful lives using the straight-line method of depreciation. The estimated useful lives on Equipment, Wells, Improvements, and Buildings is 50 years.

Unreserved retained earnings for proprietary funds represent the net assets available for future operations or distribution. Reserved retained earnings for proprietary funds represent the net assets that have been legally identified for specific purposes.

LINCOLN PARISH WATERWORKS DISTRICT NO. 1
141 Barkum Road
Dubach, Louisiana 71335

Notes to the Financial Statements
As of and for the Year Ended December 31, 1996

INTRODUCTION

The Lincoln Parish Waterworks District No. 1 was organized in 1965 as a political subdivision of Lincoln Parish Police Jury to provide water usage and service to the residents of the Unionville area in Lincoln Parish. There are five Commissioners appointed by the Lincoln Parish Police Jury, based upon recommendations by the Water District. The Water District is a chartered political subdivision of the State of Louisiana which operates independent of the Lincoln Parish Police Jury aside from the selection of commissioners.

The Board of Commissioners are not paid per diem payments. Mr. Emmott Crawford is the meter reader and checks on the well daily. He was a Commissioner until May 30, 1994, when he resigned as a Commissioner. Mr. Emmott Crawford is paid \$379.00 a month, plus \$8.00 an hour for extra work on the system. There is one other employee, Mrs. Joan Jacks. She does the bookkeeping for the system, presenting a monthly financial statement to all Commissioners and a copy of bank statements to the President for \$350.00 a month.

The Commissioners are as follows:

	DATE TERMS BEGIN	DATE TERMS EXPIRES
Travis Gray - President	10-23-92	10-23-97
Thomas H. Odum	03-28-95	03-28-00
Douglas Stewart	08-18-93	08-18-95
Charles Hinky Davis	02-23-94	02-23-99
Donald Robbins	07-23-96	07-23-01

The Lincoln Parish Waterworks District No. 1 has approximately one hundred sixty-six meters operating with approximately 15 miles of water lines in the Unionville Community south of Dubach on Highway 167 and some other roads east and west of Highway 167.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
- A. BASIS OF PRESENTATION - FUND ACCOUNTING

The Lincoln Parish Waterworks District No. 1 is organized and

Statement C

Lincoln Parish Waterworks District No. 1
 Lincoln Parish Police Jury
 Bossch, Louisiana

Proprietary Fund - Enterprise Fund

Statement of Cash Flows
 For the Year Ended December 31, 1996

Cash Flows from operating activities:	
Net Cash Provided (used) by operating Activities (See Below)	<u>\$ 9,078</u>
Net Increase in cash and cash equivalents	9,078
Cash and cash equivalents at beginning of year	<u>97,873</u>
Cash and cash equivalents at end of year	<u>\$106,951</u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating Income	\$ 11,202
Adjustments to reconcile operating income to net cash provided (used) by operating activities:	
Depreciation	5,080
Change in assets and liabilities:	
Accounts Receivables	163
Prepaid Insurance & Maintenance Contract	210
Machinery & Equipment	-7,682
Total Adjustments	<u>-9,204</u>
Net cash provided (used) by operating activities	<u>\$ 9,078</u>

The accompanying notes are an integral part of this statement.

Statement A

Lincoln Parish Waterworks District No. 1
 Lincoln Parish Police Jury
 Dubach, Louisiana

Proprietary Fund - Enterprise Fund

Balance Sheet, December 31, 1996

ASSETS

Current Assets:

Cash	\$106,981
Accounts Receivable	2,487
Prepaid Insurance	143
Total current assets	<u>\$109,611</u>

Restricted Assets:

Customer Deposit Account	3,467
Total restricted assets	<u>3,467</u>

Property, plant, and equipment:

Land	100
Buildings	1,500
Machinery, Equipment, and System	333,460
Less accumulated depreciation	(86,463)
Net property, plant, and equipment	<u>348,597</u>

TOTAL ASSETS

\$761,666

LIABILITIES AND FUND EQUITY

Liabilities:

Current liabilities (payable from restricted assets):	
Customer Deposits	\$ 3,467
Total liabilities	<u>3,467</u>

Fund Equity:

Contributed capital	50,400
Retained earnings:	
Unreserved	157,681
Total Fund Equity	<u>348,081</u>

TOTAL LIABILITIES AND FUND EQUITY

\$761,666

The accompanying notes are an integral part of this statement.

LINCOLN PARISH WATERWORKS DISTRICT NO. 1
141 Bartram Road
Baton Rouge, Louisiana 70804

ANNUAL FINANCIAL STATEMENTS

January 31, 1997

Office of Legislative Auditor
Attention: Mr. Daniel Eyle, CPA, CFE
1600 North Third
Post Office Box 94397
Baton Rouge, Louisiana 70804-9397

Dear Mr. Eyle:

In accordance with Louisiana Revised Statute 24:514, enclosed are the annual financial statements for the Lincoln Parish Waterworks District No. 1 as of and for the fiscal year ended December 31, 1996. The report includes all funds under the control and oversight of the district. The accompanying financial statements have been prepared in accordance with generally accepted accounting principles.

Please accept the enclosed reports for the fiscal year of December 31, 1996.

Sincerely,


Lewis Gray, President

JJ

Enclosures

Statement B

Lincoln Parish Waterworks District No. 1
 Lincoln Parish Police Jury
 Bossier, Louisiana

Proprietary Fund - Enterprise Fund

Statement of Revenues, Expenses, and
 Changes in Retained Earnings
 For the Year Ended December 31, 1996

OPERATING REVENUES	
Water Revenues	\$ 23,240
Contribution Fees	6,725
Miscellaneous	444
Total operating revenues	<u>30,409</u>
OPERATING EXPENSES	
Bad Debt	10
Contract Labor	140
Depreciation	5,000
Insurance & Bond	1,300
Books, Travel, & Licenses	306
Office Expense	405
Repairs & Maintenance	2,710
Salaries	10,080
Taxes on Payroll	632
Utilities	4,283
Total operating expenses	<u>28,026</u>
OPERATING INCOME	<u>2,383</u>
NONOPERATING REVENUES	
Interest Revenue	6,617
Total nonoperating revenues	<u>6,617</u>
NET INCOME	11,362
RETAINED EARNINGS AT BEGINNING OF YEAR	<u>234,797</u>
RETAINED EARNINGS AT END OF YEAR	<u>\$246,159</u>

The accompanying notes are an integral part of this statement